

## FISCAL UPDATE Article

Fiscal Services Division

May 9, 2018



Ground Floor, State Capitol Building

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### END OF SESSION – HF 2297 – BOILER INSPECTIONS

**Description.** [House File 2297](#) relates to boiler and unfired steam pressure vessel inspections and specifies the following:

- Steel hot water boilers and other objects will no longer be required to have an external inspection for years in which an internal inspection takes place.
- Low pressure steam boilers in dry lay-up will be required to have an internal inspection in lieu of an external inspection.
- Inspection exemptions for water heaters used for potable water are expanded to include larger capacity heaters and heaters with higher burner input.

**Fiscal Impact.** The Act will eliminate an estimated 7,600 certifications and 1,400 inspections, thereby reducing the net revenue to the Boiler and Pressure Vessel Safety Revolving Fund by an estimated \$274,000 annually beginning with FY 2019.

<b>Estimated Boiler and Pressure Vessel Safety Revolving Fund</b>			
<b>Revenue and Expenditures</b>			
	<u>Est. FY 2018</u>	<u>FY 2019</u>	<u>Est. Annual Impact</u>
Revenue			
Boiler Fund (Fees)	\$ 1,347,000	\$ 966,000	\$ (381,000)
Total Revenue	<u>\$ 1,347,000</u>	<u>\$ 966,000</u>	<u>\$ (381,000)</u>
Expenditures			
Salaries	\$ 666,000	\$ 566,000	\$ (100,000)
Support	65,000	65,000	-
Travel	124,000	117,000	(7,000)
Total Expenditures	<u>\$ 855,000</u>	<u>\$ 748,000</u>	<u>\$ (107,000)</u>
Net Impact	<u>\$ 492,000</u>	<u>\$ 218,000</u>	<u>\$ (274,000)</u>
FTEs	8.00	7.00	-1.00

**Enactment Date.** This Act was approved by the General Assembly on April 2, 2018, and signed by the Governor on April 10, 2018.

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